

1 **DEPARTMENT OF AGRICULTURE**

2 **EXECUTIVE BUDGET BILL**

3 A bill to make appropriations for the department of
4 agriculture for the fiscal year ending September 30, 2009; to
5 provide for the expenditure of the appropriations; to create funds;
6 to provide for the imposition of fees; to require reports, audits,
7 and plans; to authorize certain transfers by certain state
8 agencies; and to provide for the disposition of fees and other
9 income received by certain state agencies.

10
11 **THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

12 **PART 1**

13 **LINE-ITEM APPROPRIATIONS**

14 Sec. 101. Subject to the conditions set forth in this bill,
15 the amounts listed in this part are appropriated for the department
16 of agriculture for the fiscal year ending September 30, 2009, from
17 the funds indicated in this part. The following is a summary of the
18 appropriations in this part:

19 **DEPARTMENT OF AGRICULTURE**

20 **APPROPRIATION SUMMARY:**

21 Full-time equated unclassified positions6.0

22 Full-time equated classified positions593.5

23 GROSS APPROPRIATION..... \$ 102,980,000

24 Interdepartmental grant revenues:

25 IDG from MDCH, local public health operations..... 8,878,700

1	IDG from MDEQ, aquifer protection and dispute	
2	resolution	50,000
3	IDG from MDEQ, biosolids.....	92,500
4	IDG from MDEQ, MAEAP.....	159,100
5	IDG from MDEQ, type II well survey.....	17,000
6	IDG from DHS, food bank.....	150,000
7	IDG from MDLEG (LCC), liquor quality testing fees.....	191,900
8	Total interdepartmental grants and intradepartmental	
9	transfers	9,539,200
10	ADJUSTED GROSS APPROPRIATION.....	\$ 93,440,800
11	Federal revenues:	
12	DAG, multiple grants.....	11,376,400
13	EPA, multiple grants.....	1,753,300
14	HHS-FDA.....	1,077,700
15	United States department of labor.....	400,000
16	Corporation for national and community services.....	253,600
17	Total federal revenues.....	14,861,000
18	Special revenue funds:	
19	Total local revenues.....	0
20	Private - commodity group.....	89,200
21	Private - slow-the-spread foundation.....	148,000
22	Total private revenues.....	237,200
23	Agricultural preservation fund.....	900,000
24	Agriculture equine industry development fund.....	12,548,400
25	Agriculture pollution prevention fund.....	100

1	Commodity inspection fees.....	1,084,000
2	Dairy and food safety fund.....	2,728,300
3	Gasoline inspection and testing fund.....	2,620,700
4	Freshwater protection fund.....	5,174,300
5	Horticulture fund.....	79,700
6	Industry support funds.....	697,900
7	Licensing and inspection fees.....	4,038,400
8	Migratory labor housing.....	25,000
9	Nonretail liquor fees.....	678,600
10	Refined petroleum fund.....	3,339,000
11	State services fee fund.....	9,185,700
12	Testing fees.....	434,500
13	Upper Peninsula state fair revenue.....	1,382,500
14	Consumer and industry food safety education fund.....	260,500
15	Weights and measures regulation fees.....	674,800
16	Total other state restricted revenues.....	45,852,400
17	State general fund/general purpose..... \$	32,490,200
18	Sec. 102. EXECUTIVE	
19	Full-time equated unclassified positions6.0	
20	Full-time equated classified positions37.5	
21	Commission and boards..... \$	32,800
22	Unclassified positions.....	354,000
23	Executive direction--10.0 FTE positions.....	923,900
24	Management services--24.0 FTE positions.....	1,728,800
25	Agricultural statistics--1.0 FTE positions.....	143,800

1	Emergency management--2.5 FTE positions	243,300
2	Internal audit services	<u>263,700</u>
3	GROSS APPROPRIATION	\$ 3,690,300
4	Appropriated from:	
5	Special revenue funds:	
6	Private - commodity group	78,400
7	Gasoline inspection and testing fund	61,200
8	Industry support funds	34,200
9	Nonretail liquor fees	8,800
10	Refined petroleum fund	50,400
11	State services fee fund	502,500
12	Upper Peninsula state fair revenue	9,000
13	State general fund/general purpose	\$ 2,945,800
14	Sec. 103. DEPARTMENTWIDE	
15	Rent and building occupancy charges	\$ <u>1,471,500</u>
16	GROSS APPROPRIATION	\$ 1,471,500
17	Appropriated from:	
18	Federal revenues:	
19	DAG, multiple grants	106,500
20	EPA, multiple grants	64,900
21	HHS-FDA	14,000
22	Special revenue funds:	
23	Agricultural preservation fund	23,900
24	Freshwater protection fund	10,100
25	Licensing and inspection fees	63,300

1	Nonretail liquor fees.....	8,400
2	Refined petroleum fund.....	114,000
3	State services fee fund.....	313,200
4	State general fund/general purpose..... \$	753,200
5	Sec. 104. FOOD AND DAIRY	
6	Full-time equated classified positions115.0	
7	Food safety and quality assurance--115.0 FTE	
8	positions	\$ 12,642,500
9	Local public health operations.....	<u>8,878,700</u>
10	GROSS APPROPRIATION..... \$	21,521,200
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from MDCH, local public health operations.....	8,878,700
14	Federal revenues:	
15	DAG, multiple grants.....	27,100
16	HHS-FDA.....	380,300
17	Special revenue funds:	
18	Consumer and industry food safety education fund.....	260,500
19	Dairy and food safety fund.....	2,728,300
20	State general fund/general purpose..... \$	9,246,300
21	Sec. 105. ANIMAL INDUSTRY	
22	Full-time equated classified positions70.0	
23	Animal health and welfare--21.5 FTE positions..... \$	2,309,900
24	Bovine tuberculosis program--48.5 FTE positions.....	<u>8,892,000</u>
25	GROSS APPROPRIATION..... \$	11,201,900

1	Appropriated from:	
2	Federal revenues:	
3	DAG, multiple grants.....	1,132,100
4	HHS-FDA.....	72,100
5	Special revenue funds:	
6	Agriculture equine industry development fund.....	2,183,600
7	Licensing and inspection fees.....	106,900
8	State general fund/general purpose..... \$	7,707,200
9	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT	
10	Full-time equated classified positions134.5	
11	Pesticide and plant pest management--110.0 FTE	
12	positions	\$ 12,186,900
13	Emerald ash borer control program--24.5 FTE positions.	<u>5,191,400</u>
14	GROSS APPROPRIATION.....	\$ 17,378,300
15	Appropriated from:	
16	Federal revenues:	
17	DAG, multiple grants.....	6,679,300
18	EPA, multiple grants.....	891,500
19	HHS-FDA.....	68,300
20	Special revenue funds:	
21	Private - slow-the-spread foundation.....	148,000
22	Commodity inspection fees.....	1,084,000
23	Horticulture fund.....	79,700
24	Industry support funds.....	340,900
25	Licensing and inspection fees.....	3,660,500

1	State general fund/general purpose.....	\$	4,426,100
2	Sec. 107. ENVIRONMENTAL STEWARDSHIP		
3	Full-time equated classified positions	51.0	
4	Environmental stewardship--27.0 FTE positions.....	\$	2,844,900
5	Groundwater and freshwater protection program--15.0		
6	FTE positions		5,472,500
7	Farmland and open space preservation--9.0 FTE		
8	positions		985,500
9	Technical assistance match.....		300,000
10	Agriculture pollution prevention program.....		1,000,100
11	Local conservation districts.....		916,800
12	Migrant labor housing.....		425,100
13	Aquifer protection program.....		<u>50,000</u>
14	GROSS APPROPRIATION.....	\$	11,994,900
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from MDEQ, aquifer protection and dispute		
18	resolution		50,000
19	IDG from MDEQ, biosolids.....		92,500
20	IDG from MDEQ, MAEAP.....		159,100
21	IDG from MDEQ, type II well survey.....		17,000
22	Federal revenues:		
23	DAG, multiple grants.....		1,000,000
24	EPA, multiple grants.....		445,700
25	Corporation for national and community services.....		253,600

1	United States department of labor.....	400,000
2	Special revenue funds:	
3	Agricultural preservation fund.....	875,900
4	Agriculture pollution prevention fund.....	100
5	Freshwater protection fund.....	5,164,100
6	Migratory labor housing.....	25,000
7	State general fund/general purpose..... \$	3,511,900
8	Sec. 108. LABORATORY PROGRAM	
9	Full-time equated classified positions131.0	
10	Laboratory services--63.0 FTE positions..... \$	6,344,600
11	USDA monitoring program--17.0 FTE positions.....	2,134,200
12	Consumer protection program--51.0 FTE positions.....	<u>5,135,200</u>
13	GROSS APPROPRIATION..... \$	13,614,000
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from MDLEG (LCC), liquor quality testing fees.....	189,100
17	Federal revenues:	
18	DAG, multiple grants.....	2,156,200
19	EPA, multiple grants.....	351,200
20	HHS-FDA.....	543,000
21	Special revenue funds:	
22	Gasoline inspection and testing fund.....	2,532,500
23	Licensing and inspection fees.....	75,100
24	Refined petroleum fund.....	3,174,600
25	State services fee fund.....	519,700

1	Testing fees	434,500
2	Weights and measures regulation fees	674,800
3	State general fund/general purpose	\$ 2,963,300
4	Sec. 109. AGRICULTURE DEVELOPMENT	
5	Full-time equated classified positions9.0	
6	Agriculture development--6.0 FTE positions	\$ 1,072,800
7	Grape and wine program--3.0 FTE positions	717,100
8	Export market development program	50,000
9	Michigan agricultural surplus system	<u>630,500</u>
10	GROSS APPROPRIATION	\$ 2,470,400
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from DHS, food bank	150,000
14	Federal revenues:	
15	DAG, multiple grants	275,200
16	Special revenue funds:	
17	Private - commodity group	10,800
18	Industry support funds	311,900
19	Nonretail liquor fees	660,900
20	State services fee fund	350,700
21	State general fund/general purpose	\$ 710,900
22	Sec. 110. FAIRS AND EXPOSITIONS	
23	Full-time equated classified positions15.5	
24	Upper Peninsula state fair--6.0 FTE positions	\$ 1,372,600
25	Fairs, racing and producer security--9.5 FTE positions	1,154,600

1	Premiums - county and state fairs.....	1,614,000
2	Purses and supplements - fairs/licensed tracks.....	2,370,000
3	Licensed tracks - light horse racing.....	132,000
4	Standardbred breeders' awards.....	969,000
5	Standardbred purses and supplements - licensed tracks.	1,789,300
6	Standardbred sire stakes.....	810,000
7	Thoroughbred sire stakes.....	830,000
8	Standardbred training and stabling.....	36,000
9	Thoroughbred program.....	2,400,000
10	Thoroughbred owners' awards.....	124,000
11	Distribution of outstanding winning tickets.....	<u>700,000</u>
12	GROSS APPROPRIATION.....	\$ 14,301,500
13	Appropriated from:	
14	Special revenue funds:	
15	Agriculture equine industry development fund.....	10,160,300
16	Industry support funds.....	10,900
17	Licensing and inspection fees.....	132,600
18	State services fee fund.....	2,625,100
19	Upper Peninsula state fair revenue.....	1,372,600
20	State general fund/general purpose.....	\$ 0
21	Sec. 111. OFFICE OF RACING COMMISSIONER	
22	Full-time equated classified positions30.0	
23	Office of racing commissioner--30.0 FTE positions.....	\$ <u>3,811,000</u>
24	GROSS APPROPRIATION.....	\$ 3,811,000
25	Appropriated from:	

1	Special revenue funds:	
2	State services fee fund.....	3,811,000
3	State general fund/general purpose.....	\$ 0
4	Sec. 112. INFORMATION TECHNOLOGY	
5	Information technology services and projects.....	\$ <u>1,525,000</u>
6	GROSS APPROPRIATION.....	\$ 1,525,000
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from MDLEG (LCC), liquor quality testing fees.....	2,800
10	Special revenue funds:	
11	Agricultural preservation fund.....	200
12	Agriculture equine industry development fund.....	204,500
13	Gasoline inspection and testing fund.....	27,000
14	Freshwater protection fund.....	100
15	Nonretail liquor fees.....	500
16	State services fee fund.....	1,063,500
17	Upper Peninsula state fair revenue.....	900
18	State general fund/general purpose.....	\$ 225,500

19

20 PART 2

21 PROVISIONS CONCERNING APPROPRIATIONS

22 **GENERAL SECTIONS**

23 Sec. 201. Pursuant to section 30 of article IX of the state
 24 constitution of 1963, total state spending from state resources
 25 under part 1 for fiscal year 2008-2009 is \$78,342,600.00 and state

1 spending from state resources to be paid to local units of
2 government for fiscal year 2008-2009 is \$2,416,800.00. The itemized
3 statement below identifies appropriations from which spending to
4 local units of government will occur:

5 DEPARTMENT OF AGRICULTURE

6	Groundwater and freshwater protection program.....	\$	1,500,000
7	Local conservation districts.....		<u>916,800</u>
8	TOTAL.....	\$	2,416,800

9 Sec. 202. The appropriations authorized under this bill are
10 subject to the management and budget act, 1984 PA 431, MCL 18.1101
11 to 18.1594.

12 Sec. 203. As used in this bill:

13 (a) "DAG" means the United States department of agriculture.

14 (b) "Department" means the department of agriculture.

15 (c) "DHS" means the Michigan department of human services.

16 (d) "Director" means the director of the department.

17 (e) "EPA" means the United States environmental protection
18 agency.

19 (f) "FTE" means full-time equated.

20 (g) "HHS-FDA" means the United States department of health and
21 human services - food and drug administration.

22 (h) "IDG" means interdepartmental grant.

23 (i) "MAEAP" means the Michigan agriculture environmental
24 assurance program.

25 (j) "MDCH" means the Michigan department of community health.

1 (k) "MDEQ" means the Michigan department of environmental
2 quality.

3 (l) "MDLEG (LCC)" means the Michigan department of labor and
4 economic growth - liquor control commission.

5 (m) "USDA" means the United States department of agriculture.

6 Sec. 204. The civil service commission shall bill departments
7 and agencies at the end of the first fiscal quarter for the 1%
8 charge authorized by section 5 of article XI of the state
9 constitution of 1963. Payments shall be made for the total amount
10 of the billing by the end of the second fiscal quarter.

11 Sec. 205. (1) A hiring freeze is imposed on the state
12 classified civil service. State departments and agencies are
13 prohibited from hiring any new full-time state classified civil
14 service employees and prohibited from filling any vacant state
15 classified civil service positions. This hiring freeze does not
16 apply to internal transfers of classified employees from 1 position
17 to another within a department.

18 (2) The state budget director may grant exceptions to this
19 hiring freeze when the state budget director believes that the
20 hiring freeze will result in rendering a state department or agency
21 unable to deliver basic services, cause loss of revenue to the
22 state, result in the inability of the state to receive federal
23 funds, or necessitate additional expenditures that exceed any
24 savings from maintaining a vacancy. The state budget director shall
25 report quarterly to the chairpersons of the senate and house of

1 representatives standing committees on appropriations the number of
2 exceptions to the hiring freeze approved during the previous
3 quarter and the reasons to justify the exception.

4 Sec. 208. The department shall use the Internet to fulfill the
5 reporting requirements of this bill. This requirement may include
6 transmission of reports via electronic mail to the recipients
7 identified for each reporting requirement, or it may include
8 placement of reports on an Internet or Intranet site.

9 Sec. 209. Funds appropriated in part 1 shall not be used for
10 the purchase of foreign goods or services, or both, if
11 competitively priced and of comparable quality American goods or
12 services, or both, are available. Preference shall be given to
13 goods or services, or both, manufactured or provided by Michigan
14 businesses, if they are competitively priced and of comparable
15 quality. In addition, preference shall be given to goods or
16 services, or both, that are manufactured or provided by Michigan
17 businesses owned and operated by veterans, if they are
18 competitively priced and of comparable quality.

19 Sec. 210. The director shall take all reasonable steps to
20 ensure businesses in deprived and depressed communities compete for
21 and perform contracts to provide services or supplies, or both. The
22 director shall strongly encourage firms with which the department
23 contracts to subcontract with certified businesses in depressed and
24 deprived communities for services, supplies, or both.

1 Sec. 212. Of the funds appropriated in part 1, the department
2 may provide for indemnity as provided for pursuant to the animal
3 industry act, 1988 PA 466, MCL 287.701 to 287.745, not to exceed
4 \$100,000.00 per order from any line item for the fiscal year ending
5 September 30, 2009. Before the department provides for an
6 indemnification under this section, the department shall report the
7 reason for the indemnification, the amount of the indemnification,
8 and to whom the indemnification is to be paid. The report shall be
9 given to each member of the house and senate appropriations
10 subcommittees on agriculture and to the senate and house fiscal
11 agencies and the state budget director.

12 Sec. 219. From the funds appropriated in part 1 for
13 information technology, departments and agencies shall pay user
14 fees to the department of information technology for technology-
15 related services and projects. Such user fees shall be subject to
16 provisions of an interagency agreement between the departments and
17 agencies and the department of information technology.

18 Sec. 220. Amounts appropriated in part 1 for information
19 technology may be designated as work projects and carried forward
20 to support technology projects under the direction of the
21 department of information technology. Funds designated in this
22 manner are not available for expenditure until approved as work
23 projects under section 451a of the management and budget act, 1984
24 PA 431, MCL 18.1451a.

1 Sec. 223. (1) Due to the current budgetary problems in this
2 state, out-of-state travel for fiscal year ending September 30,
3 2009 shall be limited to situations in which 1 or more of the
4 following conditions apply:

5 (a) The travel is required by legal mandate or court order or
6 for law enforcement purposes.

7 (b) The travel is necessary to protect the health or safety of
8 Michigan citizens or visitors or to assist other states in similar
9 circumstances.

10 (c) The travel is necessary to produce budgetary savings or to
11 increase state revenues, including protecting existing federal
12 funds or securing additional federal funds.

13 (d) The travel is necessary to comply with federal
14 requirements.

15 (e) The travel is necessary to secure specialized training for
16 staff that is not available within this state.

17 (f) The travel is financed entirely by federal or nonstate
18 funds.

19 (2) If out-of-state travel is necessary but does not meet 1 or
20 more of the conditions in subsection (1), the state budget director
21 may grant an exception to allow the travel. Any exceptions granted
22 by the state budget director shall be reported on a monthly basis
23 to the senate and house of representatives standing committees on
24 appropriations.

1 (3) Not later than January 1 of each year, each department
2 shall prepare a travel report listing all travel by classified and
3 unclassified employees outside this state in the immediately
4 preceding fiscal year that was funded in whole or in part with
5 funds appropriated in the department's budget. The report shall be
6 submitted to the senate and house of representatives standing
7 committees on appropriations, the senate and house fiscal agencies,
8 and the state budget director. The report shall include the
9 following information:

10 (a) The name of each person receiving reimbursement for travel
11 outside this state or whose travel costs were paid by this state.

12 (b) The destination of each travel occurrence.

13 (c) The dates of each travel occurrence.

14 (d) A brief statement of the reason for each travel
15 occurrence.

16 (e) The transportation and related costs of each travel
17 occurrence, including the proportion funded with state general
18 fund/general purpose revenues, the proportion funded with state
19 restricted revenues, the proportion funded with federal revenues,
20 and the proportion funded with other revenues.

21 (f) A total of all out-of-state travel funded for the
22 immediately preceding fiscal year.

23 Sec. 228. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$5,000,000.00 for
25 federal contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item
2 in this bill under section 393(2) of the management and budget act,
3 1984 PA 431, MCL 18.1393.

4 (2) In addition to the funds appropriated in part 1, there is
5 appropriated an amount not to exceed \$6,000,000.00 for state
6 restricted contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in this bill under section 393(2) of the management and budget act,
9 1984 PA 431, MCL 18.1393.

10 (3) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$100,000.00 for local
12 contingency funds. These funds are not available for expenditure
13 until they have been transferred to another line item in this bill
14 under section 393(2) of the management and budget act, 1984 PA 431,
15 MCL 18.1393.

16 (4) In addition to the funds appropriated in part 1, there is
17 appropriated an amount not to exceed \$100,000.00 for private
18 contingency funds. These funds are not available for expenditure
19 until they have been transferred to another line item in this bill
20 under section 393(2) of the management and budget act, 1984 PA 431,
21 MCL 18.1393.

22 Sec. 230. Funds appropriated in part 1 shall not be used by a
23 principal executive department, state agency, or authority to hire
24 a person to provide legal services that are the responsibility of
25 the attorney general. This prohibition does not apply to legal

1 services for bonding activities and for those activities that the
2 attorney general authorizes.

3
4 **EXECUTIVE**

5 Sec. 302. The department may receive and expend revenue and
6 use that revenue to cover necessary expenses related to
7 publications, audit and licensing functions, livestock sales,
8 certification of nursery stock, bean inspection services, and
9 laboratory analyses as specified in the following:

10 (a) Management services publications.

11 (b) Management services audit and licensing functions.

12 (c) Pesticide and plant pest management propagation and
13 certification of virus free foundation stock.

14 (d) Pesticide and plant pest management bean inspection and
15 grading services.

16 (e) Laboratory support testing for testing horses in draft
17 horse pulling contests at county fairs when local jurisdictions
18 request state assistance.

19 (f) Laboratory support analyses to determine foreign
20 substances in horses engaged in racing or pulling contests at
21 tracks.

22 (g) Laboratory support analyses of food, livestock, and
23 agricultural products for disease, foreign products for disease,
24 toxic materials, foreign substances, and quality standards.

1 (h) Laboratory support test samples for other agencies and
2 organizations.

3 (i) Fruit and vegetable inspection at shipping and termination
4 points and processing plants.

5
6 **FOOD AND DAIRY**

7 Sec. 401. The department shall monitor restaurant inspection
8 and licensing functions carried out by local health departments to
9 ensure uniform application and enforcement of minimum program
10 requirements.

11 Sec. 404. From the funds appropriated in section 104 for food
12 safety and quality assurance, not less than \$150,000.00 from the
13 consumer and industry food safety education fund shall be expended
14 for purposes required under the food act, 2000 PA 92, MCL 289.4117,
15 including the statewide training and education to consumers on food
16 safety and the training and education on food safety to food
17 service establishment employees and department employees and agents
18 who enforce section 4117 of the food act, 2000 PA 92, MCL 289.4117.

19
20 **ANIMAL INDUSTRY**

21 Sec. 450. From the funds appropriated in section 105 for the
22 bovine tuberculosis program, the department shall reimburse the
23 department of natural resources for those costs associated with
24 monitoring and testing wildlife for bovine tuberculosis that are
25 necessary to support the department goals and are jointly agreed to

1 by the department and the department of natural resources to be in
2 excess of efforts necessary to effectively plan and execute the
3 eradication of bovine tuberculosis from Michigan's wild free-
4 ranging deer herd.

5 Sec. 451. From the funds appropriated in section 105 for
6 bovine tuberculosis, the department shall pay for all whole herd
7 testing costs and individual animal testing costs in the modified
8 accredited zone to maintain split-state status requirements. These
9 costs include indemnity and compensation for injury causing death
10 or downer to animals.

11 12 ENVIRONMENTAL STEWARDSHIP

13 Sec. 604. The appropriation in section 107 for local
14 conservation districts shall be allocated in the following manner:

15 (a) Of the total appropriation, each local conservation
16 district meeting the minimum grant requirements shall receive a
17 grant of \$11,605.00 to support basic operations, unless the
18 district resides in a county consisting of multiple districts, in
19 which case a \$11,605.00 grant shall be divided equally among the
20 districts in that county. The amount of money allocated under this
21 subdivision shall not be used by local conservation districts to
22 replace any money received from local sources.

23 (b) Any amount remaining from the appropriation after
24 distributions under subdivision (a) shall be allocated for local
25 conservation district training.

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AGRICULTURE DEVELOPMENT

Sec. 702. In any given year when insufficient amounts of Michigan surplus products are offered to the food bank council and accepted for distribution, unused funds may be applied by the food bank council for the direct purchase of foods from Michigan growers, manufacturers, or wholesalers.

Sec. 710. The department may match external funding for domestic and international marketing programs for the purpose of developing new and enhancing existing export markets for Michigan agricultural products.

FAIRS AND EXPOSITIONS

Sec. 802. From the amount appropriated in section 110 for purses and supplements - fairs/licensed tracks, \$220,000.00 is to be used for state purse supplements at state licensed pari-mutuel tracks for races comprised only of Michigan-bred horses segregated into a 4-year-old colt trot division, a 4-year-old filly trot division, a 4-year-old colt pace division, and a 4-year-old filly pace division.

Sec. 803. Included in the appropriation made in section 110 for the thoroughbred program is \$23,500.00 for the Michigan united thoroughbred breeders and owners association to conduct a thoroughbred yearling show. The Michigan united thoroughbred breeders and owners association shall submit to the department an

1 itemized list of expenses showing that the expenses of the yearling
2 show were paid.

3 Sec. 804. From the funds appropriated in section 110 for
4 thoroughbred owners' awards, awards shall be distributed pursuant
5 to section 20 of the horse racing law of 1995, 1995 PA 279, MCL
6 431.320.

7 Sec. 806. A county fair, district fair, 4-H fair, or state
8 fair receiving funds in section 110 to be used for prizes or
9 awards, in whole or in part, as a condition precedent to the
10 receiving of the funds for those purposes, shall publish the rules
11 relative to the prizes, awards, and deadlines for entries eligible
12 for the funds in their official premium books or lists relative to
13 the prizes or awards. An aggrieved exhibitor may make a written
14 complaint to the fair within 10 days after the fair ends. If the
15 fair has not satisfactorily settled the grievance within 45 days
16 after it is submitted to the fair, the aggrieved person may file
17 the complaint with the department and the department shall
18 investigate the complaint and make a finding of fact regarding the
19 complaint and take appropriate action regarding the complaint.

20 Sec. 807. Of the amount appropriated in section 110 for purses
21 and supplements - fairs/licensed tracks, a sufficient amount is
22 appropriated to provide for overnight purse supplements pursuant to
23 the horse racing law of 1995, 1995 PA 279, MCL 431.301 to 431.336.

24 Sec. 808. Of the amount appropriated in section 110 for
25 premiums - county and state fairs, \$91,400.00 shall be expended to

reimburse up to 75% premiums paid to large livestock and equine exhibitors in shows or exhibitions held by statewide associations as defined by the department. Livestock expositions shall be limited to participation in this program and prohibited from participation in any state-funded premium programs. The Michigan horse show association fall youth show shall be included.

Sec. 809. From the appropriations for premiums - county and state fairs in section 110, \$40,000.00 shall be awarded through a competitive grant program to local, regional, or state fairs or youth education programs to promote youth involvement and adult exhibitions in the animal agriculture industry.

OFFICE OF RACING COMMISSIONER

Sec. 901. The racing commissioner may pay rewards of not more than \$5,800.00 to a person who provides information that results in the arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse racing industry. A reward paid pursuant to this section shall be paid out of the office of racing commissioner line item.